
PRELIMINARY DRAFT
No. 3057

PREPARED BY
LEGISLATIVE SERVICES AGENCY
2005 GENERAL ASSEMBLY

DIGEST

Citations Affected: IC 6-2.5-6-10.

Synopsis: Enterprise zone incentives. Allows enterprise zone retail merchants to claim an additional sales tax allowance.

Effective: July 1, 2005.



A BILL FOR AN ACT to amend the Indiana Code concerning
taxation.

Be it enacted by the General Assembly of the State of Indiana:

1 SECTION 1. IC 6-2.5-6-10 IS AMENDED TO READ AS
2 FOLLOWS [EFFECTIVE JULY 1, 2005]: Sec. 10. (a) In order to
3 compensate retail merchants for collecting and timely remitting the
4 state gross retail tax and the state use tax, every retail merchant, except
5 a retail merchant referred to in subsection (c), is entitled to deduct and
6 retain from the amount of those taxes otherwise required to be remitted
7 under IC 6-2.5-7-5 or under this chapter, if timely remitted, a retail
8 merchant's collection allowance.

9 (b) The allowance equals eighty-three hundredths percent (0.83%)
10 of the retail merchant's state gross retail and use tax liability accrued
11 during a reporting period.

12 (c) A retail merchant described in IC 6-2.5-4-5 or IC 6-2.5-4-6 is not
13 entitled to the allowance provided by this section.

14 **(d) In addition to the allowance provided under subsection (b),**
15 **a retail merchant located in an enterprise zone is entitled to an**
16 **allowance equal to one percent (1%) of the retail merchant's state**
17 **gross retail and use tax liability accrued during a reporting period**
18 **if the retail merchant:**

19 **(1) pays the registration fee charged to a zone business under**
20 **IC 4-4-6.1-2;**

21 **(2) provides the assistance required from a zone business**
22 **under IC 4-4-6.1-2(b); and**

23 **(3) complies with any requirements adopted by the enterprise**
24 **zone board under IC 4-4-6.1 for claiming an additional**
25 **allowance under this subsection.**

26 SECTION 2. [EFFECTIVE JULY 1, 2005] IC 6-2.5-6-10, as
27 amended by this act, applies to retail transactions occurring after
28 June 30, 2005.

